

August 27, 2009

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Steven W. Hamm, Esquire  
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Re: Joint Application of Frontier Communications Corporation  
("Frontier"), New Communications of the Carolinas Inc.  
("NewILEC"), New Communications Online and Long Distance Inc.  
("NewLD"), Verizon South Inc. ("Verizon South"), Verizon Long  
Distance LLC ("VLD") and Verizon Enterprise Solutions LLC  
("VES")  
Docket No. 2009-202-C

Dear Steven:

Following is a summary of our agreement to resolve our respective clients' concerns in the above-referenced matter.

New Communications of the Carolinas Inc. ("NewILEC") is seeking to step into the shoes of Verizon South Inc. ("Verizon") as an eligible telecommunications carrier and incumbent local exchange carrier in South Carolina. If the transaction is approved by the Commission as proposed by the Joint Applicants, NewILEC will be eligible to receive funding from the South Carolina Universal Service Fund ("State USF") and the South Carolina Interim LEC Fund ("ILF"). The South Carolina Telephone Coalition ("SCTC"), a party to the proceeding, has concerns about the potential impact that approval of the Joint Application could have on the State USF and ILF.

NewILEC and its parent company, Frontier Communications Corporation ("Frontier"), have no plans to change the existing methodology of the State USF or the ILF, or to increase the amount they are eligible to receive from either fund, whether through a change in the rules, guidelines and procedures governing those funds or otherwise.

NewILEC and Frontier agree and commit that they will not take any action to effect such a change in either fund or take any actions that would be harmful to the ability of the State's rural LECs to continue recovery funding through the State USF or ILF, for a period of at least three (3) years from the date the Public Service Commission of South Carolina ("Commission") issues its final order approving the Joint Application in this matter. By agreeing to this

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concession, the SCTC is not suggesting or conceding that it would be appropriate for NewILEC and Frontier to make any changes to the State USF or ILF at the conclusion of the three-year period, and expressly reserves all rights, for itself and its individual members, to oppose any such action.

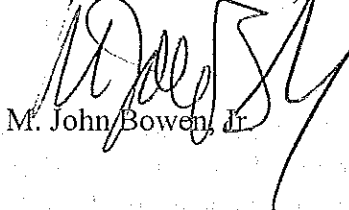
In consideration for and based upon the above assurances and commitment on the part of NewILEC and Frontier, the SCTC agrees that it will not oppose the Joint Application in this matter.

If this comports with your understanding of our discussions and the commitment of your clients, please so indicate by your signature below.

My signature below indicates consent to this agreement on behalf of my client, the South Carolina Telephone Coalition.

Very truly yours,

McNAIR LAW FIRM, P.A.

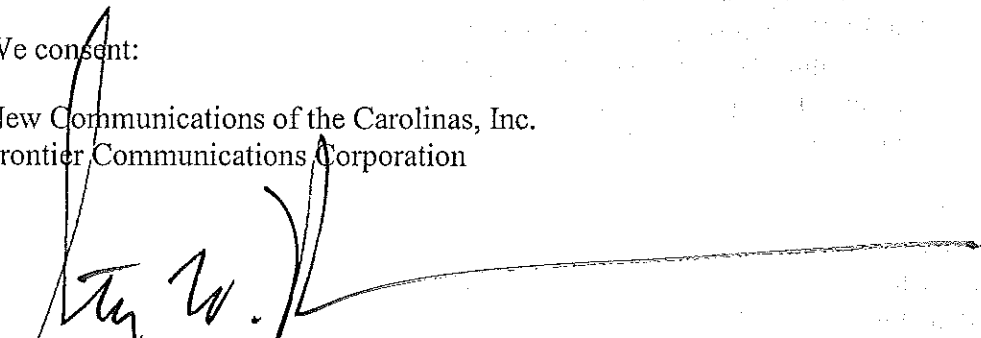


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MCB,Jr.:rwm

We consent:

New Communications of the Carolinas, Inc.  
Frontier Communications Corporation



By: Steven W. Hamm, Esquire  
Counsel for Frontier Communications Corporation  
And New Communications of the Carolinas, Inc.